

MEETING NUMBER 3129

JOURNAL OF PROCEEDINGS
BOARD OF TRUSTEES OF THE POLICE AND FIRE RETIREMENT SYSTEM
OF THE CITY OF DETROIT

HELD THURSDAY, FEBRUARY 2, 2017

9:00 A.M.

IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS
500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226

TRUSTEES PRESENT

MARK DIAZ	ELECTED TRUSTEE/POLICE
MATTHEW GNATEK	ELECTED TRUSTEE/POLICE
ANGELA R. JAMES	EX/OFFICIO RETIRANT TRUSTEE/POLICE/MAYORAL DESIGNEE
BRENDA JONES	EX/OFFICIO TRUSTEE/CITY COUNCIL PRESIDENT
MEGAN S. MOSLIMANI	EX/OFFICIO TRUSTEE/ALTERNATE-CORPORATION COUNSEL
JOHN NAGLICK	EX/OFFICIO TRUSTEE/FINANCE DIRECTOR
SEAN P. NEARY	ELECTED TRUSTEE/FIRE
JEFFREY PEGG	ELECTED TRUSTEE/FIRE
PORTIA ROBERSON	EX/OFFICIO TRUSTEE/ALTERNATE-HONORABLE MAYOR/CHAIRPERSON
JOHN SERDA	ELECTED TRUSTEE/POLICE/VICE CHAIRPERSON
TRACY THOMAS	ELECTED TRUSTEE/FIRE
GREGORY TROZAK	ELECTED RETIRANT TRUSTEE/POLICE
JOHN G. TUCKER	ELECTED RETIRANT TRUSTEE/FIRE

TRUSTEES EXCUSED

NONE

TRUSTEES ABSENT

PAMELA SCALES	EX/OFFICIO TRUSTEE/BUDGET DIRECTOR
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STAFF PRESENT

CYNTHIA A. THOMAS	EXECUTIVE DIRECTOR
DAVID CETLINSKI	ASSISTANT EXECUTIVE DIRECTOR
RYAN C. BIGELOW	CHIEF INVESTMENT OFFICER
MICHAEL KRUSHENA	INVESTMENT OFFICER
SEAN GALLAGHER	SPECIAL LEGAL COUNSEL (CLARK HILL)
JANET S. LENEAR	RECORDING SECRETARY
REGINALD O'NEAL	MEDICAL DIRECTOR

STAFF EXCUSED

RONALD A. KING	GENERAL COUNSEL
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STAFF ABSENT

NONE

CHAIRPERSON

PORTIA ROBERSON

VICE CHAIRPERSON

JOHN SERDA

FOLLOWING A VERBAL ROLL CALL, CHAIRPERSON **ROBERSON** CALLED THE MEETING TO ORDER AT **9:28 A.M.**

FEBRUARY 2, 2017 AGENDA APPROVAL

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT TODAY'S **FEBRUARY 2, 2017 AGENDA** BE APPROVED AS PREPARED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, SERDA, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

HYBRID APPLICATIONS

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT THE **HYBRID APPLICATIONS** WHICH ARE REFERENCED BELOW BE APPROVED:

HYBRID APPLICATIONS

NAME-TITLE-DEPARTMENT:	AVERIL ELLISON – LIEUTENANT - FIRE
RETIREMENT TYPE-PLAN:	SERVICE HYBRID – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE:	02 05 23 – 12 24 16

NAME-TITLE-DEPARTMENT:	JASON SLOAN – SERGEANT - POLICE
RETIREMENT TYPE-PLAN:	VESTED HYBRID – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE:	02 06 06 – 01 07 17

HYBRID APPLICATIONS - CONTINUED

HYBRID APPLICATIONS - CONTINUED

NAME-TITLE-DEPARTMENT: GERALD WALKER – SERGEANT - FIRE
RETIREMENT TYPE-PLAN: DROP HYBRID – 2014 PLAN
SERVICE CREDIT-EFFECTIVE DATE: 02 03 17 – 10 18 16

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, SERDA, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

TRUSTEE **JEFF PEGG** ENTERED THE MEETING AT 9:29 A.M.

DROP APPLICATIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **DROP APPLICATIONS** WHICH ARE OUTLINED BELOW BE
APPROVED:

DROP APPLICATIONS

NAME-TITLE-DEPARTMENT: ANIMESH PATEL – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 05 25 – 01 06 17

NAME-TITLE-DEPARTMENT: JEFFREY WEISS – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 05 25 – 01 13 17

NAME-TITLE-DEPARTMENT: ANTHONY JAMES – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 06 29 – 01 12 17

NAME-TITLE-DEPARTMENT: JAMES LOOMAN – OFFICER - POLICE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 17 06 29 – 01 03 17

NAME-TITLE-DEPARTMENT: GERALD WALKER – SERGEANT - FIRE
RETIREMENT TYPE-PLAN: DROP - NEW
SERVICE CREDIT-EFFECTIVE DATE: 26 00 14 – 10 18 16

DROP APPLICATIONS - CONTINUED

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

RETIREMENT APPLICATIONS

BY TRUSTEE TROZAK – SUPPORTED BY TRUSTEE TUCKER

RESOLVED, THAT THE **RETIREMENT APPLICATIONS** WHICH ARE REFERENCED
BELOW BE APPROVED:

RETIREMENT APPLICATIONS

NAME-TITLE-DEPARTMENT:	AVERIL ELLISON – LIEUTENANT – FIRE
RETIREMENT TYPE-PLAN:	SERVICE - NEW
SERVICE CREDIT-EFFECTIVE DATE:	28 08 15 – 12 24 16

NAME-TITLE-DEPARTMENT:	MONICA HATTER – COMM. OFFCR/POL. OFFCR - POLICE
RETIREMENT TYPE-PLAN:	CONVERSION FROM DUTY DISABILITY – TYPE 35 - NEW
SERVICE CREDIT-EFFECTIVE DATE:	25 00 00 – 01 28 02

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

RECEIPTS

THE BOARD ACKNOWLEDGED THE **RECEIPTS** WHICH FOLLOW:

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3129 – THURSDAY – FEBRUARY 2, 2017

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RECEIPTS

The Police & Fire Retirement System of the City of Detroit			
Receipts for Acknowledgement			
1/16/17-1/27/17			
Meeting #3129			
February 2, 2017			
REMITTER	WIRE DATE	DESCRIPTION	AMOUNT
RECEIPTS			
USPF III Leveraged Feeder LP	01/19/17	Distribution	1,362,963.00
Payden Rygel	01/24/17	Distribution	24,200,000.00
Rhumblin RUSS 1000 GRTH	01/27/17	Distribution	20,000,000.00
Advent Capital	01/27/17	Distribution	8,000,000.00
Kennedy Capital	01/27/17	Distribution	15,000,000.00
FIRST INDEPENDENCE BANK	01/18/17	Loan Deductions	46,378.54
FIRST INDEPENDENCE BANK	01/25/17	Loan Deductions	131,455.37
CITY OF DETROIT	01/20/17	Weekly Mandatory Employee Contribution	244,258.66
CITY OF DETROIT	01/20/17	Weekly Annuity Contribution	2,934.48
CITY OF DETROIT	01/27/17	Weekly Mandatory Employee Contribution	79,802.80
CITY OF DETROIT	01/27/17	Weekly Annuity Contribution	565.64
TOTAL RECEIPTS			\$ 69,068,358.49

DISBURSEMENTS

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT THE **DISBURSEMENTS** WHICH FOLLOW BE APPROVED:

DISBURSEMENTS

The Police & Fire Retirement System of the City of Detroit			
Disbursements for Approval			
1/16/17-1/27/17			
Meeting #3129			
February 2, 2017			
PAYEE NAME		DESCRIPTION	AMOUNT
DISBURSEMENTS			
Annuity Refunds		Refund List #3668	45,937.27
Checkwrite		Capital Calls, Legal, Administrative & Misc. Expenses	0.00
Loan Program		Loan Funding: Meeting No. 3128	63,351.00
TOTAL DISBURSEMENTS			\$ 109,288.27

POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
MEETING NUMBER 3129 – THURSDAY – FEBRUARY 2, 2017

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DISBURSEMENTS – CONTINUED

DISBURSEMENTS - CONTINUED

THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
LIST OF DISBURSEMENTS FOR BOARD APPROVAL
FOR FEBRUARY 2, 2017

<u>PAYEE</u>	<u>DATE</u>	<u>INVOICE NO</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
MANAGEMENT FEES:				
AMERICAN REALTY ADVISORS	1/27/2017		Management Fees - 4Q16, Invoice #6854	\$142,807.60
ATIVO CAPITAL	12/31/2016	1779	Management Fees - 4th Qtr '16	\$31,955.43
BANYAN REALTY ADVISORS, LLC	1/23/2017		Advisory Fees - 4Q16	\$2,097.99
CBRE CLARION SECURITIES	1/19/2017	20161231-144-147-A	Management Fees - 4th Qtr '16	\$78,122.55
DEROY & DEVEREAUX	1/12/2017	4Q16	Management Fees - 4th Qtr '16	\$27,904.00
HAMILTON LANE	1/1/2017		Management Fees - 1Q17, Invoice # DETROIT0117	\$52,500.00
PARADIGM ASSET MANAGEMENT CO., LLC	1/16/2017	4Q16	Management Fees - 4th Qtr '16	\$42,140.29
PAYDEN & RYSEL	1/12/2017	1612 - M1216	Management Fees - December 2016	\$7,650.00
PAYDEN & RYSEL	1/12/2017	1613- M1216	Management Fees - December 2016	\$5,333.00
PENN CAPITAL MANAGEMENT COMPANY, Inc	12/31/2016	4Q16	Management Fees - 4th Qtr '16	\$60,624.56
PUGH CAPITAL MANAGEMENT, INC.	1/19/2017	4Q16	Management Fees - 4th Qtr '16	\$49,504.45
RHUMBLINE ADVISERS	1/20/2017	gdet1gro2016Q4	Management Fees - 4th Qtr '16	\$24,480.00
TT INTERNATIONAL	12/31/2016		Management Fees - 4Q16, Invoice # 20161231-114-A	\$130,394.45
Subtotal				\$655,514.32
ADMINISTRATIVE EXPENSES:				
ADP, INC	1/13/2017	486315604	Check Printing Services	\$8,214.61
ALEX BROWN REALTY	1/23/2017	1232016	Loan Servicing Fees - December 2016	\$530.78
ALLEGRA	1/30/2017	101670	Office Supplies	\$783.66
BASSETT & BASSETT	1/25/2017	PF W 012517	Web Development - December 2015	\$113.85
COMCAST	1/17/2017	011717	High-Speed Internet	\$157.18
DELL MARKETING, LP	12/23/2016	10137031467	Contract Supplies	\$23,466.01
FEDEX	1/25/2017	5-685-50383	FedEx Mailings	\$21.44
GABRIEL, ROEDER, SMITH & CO	1/12/2017	427612	EDRO Calculations for A. Delibera	\$800.00
GABRIEL, ROEDER, SMITH & CO	1/12/2017	427611	EDRO Calculations for L. Williams	\$800.00
STAFF WAGES	1/15/2017		Staff Wages for 1/2/17 - 1/15/17	\$9,646.48
STAFF WAGES	1/29/2017		Staff Wages for 1/16/17 - 1/29/17	\$8,494.63
TELECOMM SOLUTIONS, LLC	1/19/2017		Communications Package - 3/1/17-6/28/17, Svc T1, Inv # 2017-11122	\$1,774.54
TELECOMM SOLUTIONS, LLC	1/19/2017		Communications Package - 3/1/17-6/28/17, Svc VOIP, Inv # 2017-11124	\$5,600.00

THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT
LIST OF DISBURSEMENTS FOR BOARD APPROVAL
FOR FEBRUARY 2, 2017

<u>PAYEE</u>	<u>DATE</u>	<u>INVOICE NO</u>	<u>DESCRIPTION</u>	<u>AMOUNT</u>
UHY ADVISORS MI INC	1/15/2017		Prof Accounting Svcs - 1/1/17-1/15/17, Inv # 1197681	\$36,290.63
ULTIMATE PARKING MANAGEMENT LLC	1/24/2017	145848	Monthly Parking Lease - February 2017	\$2,809.00
ULTIMATE PARKING MANAGEMENT LLC	12/23/2016	144779	Monthly Parking Lease - January 2017	\$2,459.37
Subtotal				\$101,962.18
OTHER EXPENSES:				
Imagine Health, P.C.	1/30/2017		Disability Evaluation - DPD Officer	\$1,200.00
SEAN NEARY	1/23/2017		Trustee - Laptop Repair Reimbursement	\$688.50
STATE STREET CORPORATION	12/2/2016	1609105541-6011	Class Actions Claims Filing Service	\$2,250.00
Subtotal				\$4,138.50
Total Disbursements for Board Approval				\$761,615.00

DISBURSEMENTS – CONTINUED

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

REFUNDS OF ACCUMULATED CONTRIBUTIONS

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE CONTRIBUTIONS TO THE **ANNUITY SAVINGS FUND** BY MEMBERS OF THE POLICE AND FIRE RETIREMENT SYSTEM OF THE CITY OF DETROIT, INCLUDING INTEREST, BE REFUNDED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST NUMBER 3668 - \$ 57,421.59

LIST NUMBER 3669 - \$353,437.53

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM)

BY TRUSTEE GNATEK – SUPPORTED BY TRUSTEE DIAZ

RESOLVED, THAT THE **1974 DEFINED CONTRIBUTION PLAN LOAN REQUEST LISTS** SUBMITTED THIS DATE BE APPROVED AND THE REQUESTED AMOUNTS BE DISBURSED PENDING AUDIT BY RETIREMENT SYSTEM ACCOUNTING STAFF:

LIST #1: \$63,351.00

LIST #2: \$10,344.00

1974 DEFINED CONTRIBUTION PLAN (EMPLOYEE LOAN PROGRAM) - CONTINUED

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

JANUARY 5, 2017 MINUTE APPROVAL

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE TROZAK

RESOLVED, THAT THE MINUTES OF THE MEETING HELD **THURSDAY, JANUARY 5, 2017** BE APPROVED AS RECORDED AND SUBMITTED BY THE BOARD'S RECORDING SECRETARY:

YEAS – TRUSTEES DIAZ, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK, TUCKER
AND CHAIRPERSON ROBERSON – 8

NAYS – NONE

ABSTENTIONS – TRUSTEE GNATEK – 1

ASSISTANT EXECUTIVE DIRECTOR'S REPORT

ASSISTANT EXECUTIVE DIRECTOR **DAVID CETLINSKI** INFORMED THE BOARD OF **KASSELL JAMES'** JANUARY 13, 2017 REQUEST TO BE INSTATED AS A VESTED MEMBER OF THE DETROIT POLICE DEPARTMENT FOR THE PERIOD JANUARY 20, 1986 THROUGH JANUARY 15, 1996. **MR. CETLINSKI** ALSO ASKED THE BOARD TO ADOPT A RESOLUTION UPHOLDING THE BOARD'S DECEMBER 1, 2016 APPROVAL OF THE POLICE DEPARTMENT'S APPLICATION FOR **GREGORY SMITH'S** NON-DUTY DISABILITY RETIREMENT.

KASSEL JAMES – PENSION NUMBER **230565**

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE DIAZ

WHEREAS, At its regular meeting on February 2, 2017, the Board of Trustees of the Police and Fire Retirement System of the City of Detroit (“PFRS”), received and reviewed correspondence from PFRS Member Kassel James, Sr. dated January 13, 2017, which included a request to instate Mr. James as vested member based on his service from January 20, 1986 to January 15, 1996; and

WHEREAS, Mr. James accurately reports that at the time of his termination from service with the Detroit Police Department in January 1996, the vesting rule in place provided that vesting required 40 years of age with at least 8 years of service; and

WHEREAS, Mr. James reports that he separated from service with the Police Department at age 32, just 96 hours short of 10 years of service; and

WHEREAS, Mr. James reports that the vesting classification changed after the City of Detroit’s Chapter 9 bankruptcy proceedings to 10 years of service, and cites this policy change as the reason for his request; and

WHEREAS, The Board maintains the obligation to discharge fiduciary duties to PFRS pursuant to the Public Employee Retirement System Investment Act, Act 314 of 1965; and

WHEREAS, The Board is required to administer payment of benefits consistent with the terms of the Combined Plan of the Police and Fire Retirement System of the City of Detroit, Michigan, as amended December 8, 2014, effective July 1, 2014 (the “Combined Plan”); and

WHEREAS, The Board limited by the language of the Combined Plan, see Component I Section 14.1(3), to making only those benefit payments that are required as provided in the Combined Plan; and

WHEREAS, The terms of the Combined Plan do not provide authority for the Board to grant the request made by Mr. James, and the Board has considered this matter in open session; now therefore be it

RESOLVED, That the Board respectfully denies the request made by Mr. James to be instated as a vested member based on his service rendered from January 20, 1986, to January 15, 1996, for the reason that the Board lacks the authority to grant the request; and be it further

RESOLVED, That a copy of this resolution will be forwarded to Mr. James and General Counsel:

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK, TUCKER AND
CHAIRPERSON ROBERSON – 9

NAYS – NONE

GREGORY SMITH – PENSION NUMBER **252452**

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE TROZAK

WHEREAS, THE BOARD IS IN RECEIPT OF DETROIT RECEIVING HOSPITAL'S JANUARY 19, 2017 REPORT WHEREIN **DR. JOSEPH WALKIEWICZ** OPINES THAT **GREGORY SMITH** IS UNABLE TO PERFORM IN THE FULL CAPACITY OF A LAW ENFORCEMENT OFFICER, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACCEPT DETROIT RECEIVING HOSPITAL'S JANUARY 19, 2017 REPORT (WHICH IS FINAL AND BINDING ON ALL PARTIES), AND BE IT FURTHER

RESOLVED, THAT BASED UPON **DR. WALKIEWICZ'S** OPINION, THE BOARD HEREBY UPHOLDS ITS DECEMBER 1, 2016 APPROVAL OF THE POLICE DEPARTMENT'S APPLICATION FOR **GREGORY SMITH'S** NON-DUTY DISABILITY RETIREMENT, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION AND **DR. WALKIEWICZ'S** JANUARY 19, 2017 REPORT BE FORWARDED TO **GREGORY SMITH**, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO POLICE DEPARTMENT HUMAN RESOURCES DIRECTOR **GAIL OXENDINE**

YEAS – TRUSTEES DIAZ, GNATEK, MOSLIMANI, NAGLICK, PEGG, SERDA, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – NONE

TRUSTEE **BRENDA JONES** ENTERED THE MEETING AT 9:36 A.M., AND TRUSTEE **TRACY THOMAS** ENTERED AT 9:38 A.M.

EXECUTIVE DIRECTOR'S REPORT

EXECUTIVE DIRECTOR **CYNTHIA A. THOMAS** HAD NOTHING TO REPORT.

CHIEF INVESTMENT OFFICER'S REPORT

CHIEF INVESTMENT OFFICER **RYAN C. BIGELOW** INFORMED THE BOARD THAT POLICE AND FIRE'S INVESTMENT COMMITTEE WILL MEET VIA TELECONFERENCE ON MONDAY, FEBRUARY 6, 2017 AT 10:00 A.M. HE THEN ASKED THE BOARD TO ADOPT A SIGNATORY RESOLUTION WITH RESPECT TO THE FIRST INDEPENDENCE BANK ACCOUNTS.

IN CONCLUSION, **MR. BIGELOW** ASKED THE BOARD TO CONSIDER ADOPTING A RESOLUTION TO NEGOTIATE A SUBORDINATED DEBT OFFER FROM MMA CAPITAL MANAGEMENT.

FIRST INDEPENDENCE BANK ACCOUNTS

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE SERDA

RESOLVED, THAT BASED UPON THE RECOMMENDATION OF PLANTE MORAN, THE SYSTEM'S AUDITORS, THREE (3) AUTHORIZED SIGNATORIES ARE REQUIRED WITH RESPECT TO THE FIB ACCOUNTS, CONSISTING OF THE **EXECUTIVE DIRECTOR**, THE **ASSISTANT EXECUTIVE DIRECTOR** AND THE **CHIEF INVESTMENT OFFICER**, NOTING, HOWEVER, THAT IN THE EVENT THE SYSTEM'S **ASSISTANT EXECUTIVE DIRECTOR** IS NOT AVAILABLE, THE **ASSISTANT EXECUTIVE DIRECTOR** OF THE **GENERAL RETIREMENT SYSTEM** WILL SERVE AS AN AUTHORIZED SIGNATORY, AND IN THE EVENT THE SYSTEM'S **CHIEF INVESTMENT OFFICER** IS NOT AVAILABLE, THE SYSTEM'S **INVESTMENT OFFICER** WILL SERVE AS AN AUTHORIZED SIGNATORY; AND BE IT FURTHER

RESOLVED, THAT TWO (2) OF THE ABOVE-DESIGNATED AUTHORIZED SIGNATORIES SHOULD SIGN FOR **EACH INDIVIDUAL TRANSACTION** AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO PLANTE MORAN (THE SYSTEM'S AUDITORS), FIRST INDEPENDENCE BANK, AND UHY (THE SYSTEM'S ACCOUNTING FIRM):

YEAS – TRUSTEES DIAZ, GNATEK, JONES, MOSLIMANI, NAGLICK, PEGG, SERDA, THOMAS, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 11

NAYS – NONE

TRUSTEES **ANGELA R. JAMES** AND **SEAN P. NEARY** ENTERED THE MEETING AT 9:44 A.M.

MMA CAPITAL MANAGEMENT
SUBORDINATED PROMISSORY NOTE TO PFRS

BY TRUSTEE PEGG – SUPPORTED BY TRUSTEE GNATEK

WHEREAS, At its regular meeting on February 2, 2017, the Board received and reviewed a correspondence from MMA Capital Management, LLC (“MMA Capital”) dated January 24, 2017, concerning an offer to purchase from PFRS certain subordinated debt from PFRS (which will expire on February 15, 2017); and

WHEREAS, The Board has been advised by its Chief Investment Officer regarding this matter; and

WHEREAS, The Board has considered this matter in open session; now therefore be it

RESOLVED, That the Board directs its Chief Investment Officer to issue a letter in response to the Offer and to continue negotiation with MMA Capital:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MOSLIMANI, NAGLICK, NEARY,
PEGG, SERDA, THOMAS, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

PUBLIC RELATIONS ADVISOR’S REPORT

PUBLIC RELATIONS ADVISOR **BRUCE BABIARZ** PROVIDED THE BOARD WITH A POST-CHAPTER 9 BANKRUPTCY UPDATE.

LOBBYIST’S REPORT

LOBBYIST **OSCAR W. KING, III** PROVIDED THE BOARD WITH A MICHIGAN LEGISLATIVE UPDATE.

MEDICAL DIRECTOR **REGINALD O'NEAL** ENTERED THE MEETING AT 10:03 A.M.

GENERAL COUNSEL'S REPORT

IN GENERAL COUNSEL **RONALD A. KING'S** EXCUSED ABSENCE, SPECIAL COUNSEL **SEAN P. GALLAGHER** ASKED THE BOARD TO ENTER INTO CLOSED SESSION FOR THE PURPOSE OF THE BOARD'S MEDICAL DIRECTOR DISCUSSING THE MEDICAL AND PSYCHIATRIC REPORTS OF INDIVIDUALS WHO HAVE APPLIED FOR DISABILITY RETIREMENT AND THE MEDICAL AND PSYCHIATRIC REPORTS OF INDIVIDUALS WHO HAVE RECEIVED RE-EXAMINATIONS; AND FOR THE FURTHER PURPOSE OF SPECIAL COUNSEL DISCUSSING ONGOING LEGAL MATTERS.

CLOSED SESSION

BY TRUSTEE JONES – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT THE BOARD ENTER INTO CLOSED SESSION FOR THE PURPOSE OF THE BOARD'S MEDICAL DIRECTOR DISCUSSING THE MEDICAL AND PSYCHIATRIC REPORTS OF INDIVIDUALS WHO HAVE APPLIED FOR DISABILITY RETIREMENT AND THE MEDICAL AND PSYCHIATRIC REPORTS OF INDIVIDUALS WHO HAVE RECEIVED RE-EXAMINATIONS; AND FOR THE FURTHER PURPOSE OF SPECIAL COUNSEL DISCUSSING ONGOING LEGAL MATTERS:

A ROLL CALL VOTE WAS TAKEN AS FOLLOWS:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MOSLIMANI, NAGLICK, NEARY,
PEGG, SERDA, THOMAS, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

THE BOARD ENTERED INTO CLOSED SESSION AT **10:12 A.M.**

OPEN SESSION

BY TRUSTEE THOMAS – SUPPORTED BY TRUSTEE NAGLICK

RESOLVED, THAT THE BOARD RETURN TO OPEN SESSION:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MOSLIMANI, NAGLICK, NEARY,
PEGG, SERDA, THOMAS, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

THE BOARD RETURNED TO OPEN SESSION AT **12:03 P.M.**

TAMMY KEAN – PENSION NUMBER 235360

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE NEARY

WHEREAS, THE BOARD HAS CONSIDERED THE REPORT AND RECOMMENDATION OF ITS
MEDICAL DIRECTOR REGARDING **TAMMY KEAN**, AND

WHEREAS, THE BOARD HAS CONSIDERED THE REPORT AND RECOMMENDATION OF THE
SPECIALIST REGARDING **TAMMY KEAN**, THEREFORE BE IT

RESOLVED, THAT THE BOARD ACCEPT THE REPORT OF ITS MEDICAL DIRECTOR
REGARDING **TAMMY KEAN**, AND BE IT FURTHER

RESOLVED, THAT THE BOARD ACCEPT THE REPORT OF THE SPECIALIST REGARDING
TAMMY KEAN, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE RECOMMENDATION OF THE **SPECIALIST**, THE
BOARD HEREBY APPROVES **TAMMY KEAN'S** APPLICATION FOR DUTY DISABILITY
RETIREMENT, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THE BOARD'S MEDICAL DIRECTOR'S REPORT AND A COPY
OF THE SPECIALIST'S REPORT BE FORWARDED TO **TAMMY KEAN**, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO **TAMMY KEAN**:

TAMMY KEAN – PENSION NUMBER 235360 - CONTINUED

YEAS – TRUSTEES DIAZ, JAMES, MOSLIMANI, NAGLICK, NEARY, PEGG, THOMAS,
TUCKER AND CHAIRPERSON ROBERSON – 9

NAYS – TRUSTEES GNATEK, JONES, SERDA AND TROZAK – 4

LAJEFF WOODBERRY – PENSION NUMBER 235626

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT THE BOARD ACCEPT THE REPORT AND RECOMMENDATION OF ITS MEDICAL DIRECTOR REGARDING **LAJEFF WOODBERRY**, AND BE IT FURTHER

RESOLVED, THAT BASED UPON THE BOARD'S MEDICAL DIRECTOR'S RECOMMENDATION, THE BOARD HEREBY APPROVES **LAJEFF WOODBERRY'S** APPLICATION FOR DUTY DISABILITY RETIREMENT, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THE BOARD'S MEDICAL DIRECTOR'S REPORT BE FORWARDED TO **LAJEFF WOODBERRY**, AND BE IT FURTHER

RESOLVED, THAT A COPY OF THIS RESOLUTION BE FORWARDED TO **LAJEFF WOODBERRY**:

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MOSLIMANI, NAGLICK, NEARY, PEGG, TROZAK, TUCKER AND CHAIRPERSON ROBERSON – 11

NAYS – TRUSTEE SERDA – 1

ABSTENTIONS – TRUSTEE THOMAS – 1

RE-EXAMINATIONS

BY TRUSTEE DIAZ – SUPPORTED BY TRUSTEE GNATEK

RESOLVED, THAT IN ACCORDANCE WITH THE RECOMMENDATION OF THE BOARD'S MEDICAL DIRECTOR, THE FOLLOWING DIRECTIVES BE APPROVED:

RE-EXAMINATIONS - CONTINUED

RE-EXAMINATIONS

NAME PENSION NUMBER DEPARTMENT DISABILITY TYPE RE-EXAM NUMBER	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM IN ONE (1) YEAR UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NO FURTHER RE- EXAMS BEING NECESSARY FOR RETIRANT UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM AT MEDICAL DIRECTOR'S OFFICE UNLESS OTHERWISE DIRECTED
JASON ANDERSON - 235408 - FIRE - DUTY - 4TH	X*		
KEVIN BASS - 230267 - POLICE - DUTY - 1ST		X	
GREGORY DONALD - 210468 - POLICE - DUTY - 1ST		X	
DONALD FERENSIC - 226151 - FIRE - DUTY - 3RD		X	
BRYAN GLOVER - 233390 - POLICE - DUTY - 4TH	X		
ANTHONY GOREE - 233449 - POLICE - DUTY - 1ST		X	
PARTHENA GOREE - 237486 - POLICE - DUTY - 1ST		X	
DENNIS HOOD - 232791 - FIRE - DUTY - 4TH	X		
DERRICK HOSKINS - 232461 - FIRE - DUTY - 1ST		X	

RE-EXAMINATIONS - CONTINUED

RE-EXAMINATIONS - CONTINUED

NAME PENSION NUMBER DEPARTMENT DISABILITY TYPE RE-EXAM NUMBER	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM IN ONE (1) YEAR UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH NO FURTHER RE- EXAMS BEING NECESSARY FOR RETIRANT UNLESS OTHERWISE DIRECTED	CONTINUE ON DISABILITY RETIREMENT PAYROLLS WITH RETIRANT RECEIVING NEXT RE-EXAM AT MEDICAL DIRECTOR'S OFFICE UNLESS OTHERWISE DIRECTED
DAVID KRUPINSKI - 234470 - POLICE - DUTY - 1ST		X	
DERWIN LENARD - 232760 - FIRE - DUTY - 3RD	X		
KURTISS STAPLES - 232098 - POLICE - DUTY - 1ST		X	
FRANCIS TULL - 236268 - POLICE - DUTY - 1ST		X	

***THOUGH THE BOARD'S MEDICAL DIRECTOR RECOMMENDED THAT MR. ANDERSON CONTINUE ON THE SYSTEM'S DISABILITY RETIREMENT PAYROLLS WITHOUT NEED FOR FURTHER RE-EXAMINATIONS, THE BOARD RESOLVED TO CONTINUE HIM ON THE DISABILITY RETIREMENT PAYROLLS AND HAVE HIM SUBMIT FOR RE-EXAMINATION IN ONE (1) YEAR.**

YEAS – TRUSTEES DIAZ, GNATEK, JAMES, JONES, MOSLIMANI, NAGLICK, NEARY,
PEGG, SERDA, THOMAS, TROZAK, TUCKER AND CHAIRPERSON
ROBERSON – 13

NAYS – NONE

PUBLIC FORUM

AT **12:14 P.M.**, **CHAIRPERSON ROBERSON** DECLARED THE MEETING IN OPEN FORUM FOR GENERAL DISCUSSION BY THE PUBLIC ATTENDING THE MEETING.

ADJOURNMENT

THERE BEING NO FURTHER BUSINESS BEFORE THE BOARD, **CHAIRPERSON ROBERSON** ADJOURNED THE MEETING AT **12:15 P.M.** UNTIL **THURSDAY, FEBRUARY 16, 2017**, AT **9:00 A.M.**, IN THE CONFERENCE ROOM OF THE RETIREMENT SYSTEMS, 500 WOODWARD AVENUE, SUITE 3000, DETROIT, MICHIGAN 48226.

RESPECTFULLY SUBMITTED,

A handwritten signature in black ink, appearing to read "David Cetlinski". The signature is fluid and cursive, with a horizontal line extending from the end of the name.

DAVID CETLINSKI, ASSISTANT EXECUTIVE DIRECTOR